

UNITED STATES DISTRICT COURT
DISTRICT OF NEVADA
RENO, NEVADA

MARY LAHREN, an individual;)	3:03-CV-0631-ECR-VPC
RICHARD SCHWEICKERT, an)	
individual; ANN DOUGHERTY,)	
an individual;)	
)	<u>ORDER</u>
Plaintiffs,)	
vs.)	
)	
UNIVERSITY AND COMMUNITY)	
COLLEGE SYSTEM OF NEVADA, a)	
political subdivision of)	
the State of Nevada;)	
ROBERT KARLIN, an individual;)	
JOHN LILLEY, an individual;)	
JANE LONG, an individual;)	
JOHN FREDERICK,)	
an individual; JAMES)	
TARANIK, an individual)	
Defendant.)	
_____)	

I. Procedural Background

On August 30, 2004, Plaintiff Ann Dougherty ("Plaintiff" or "Dougherty") filed a complaint (#43) against Defendants University and Community System of Nevada, Robert Karlin, John Lilley, Jane Long, John Frederick, and James Taranik ("Defendant", "Defendants", "UCCSN", "Karlin", "Lilley", "Long", "Frederick" and "Taranik") alleging Title VII retaliation, violation of her right to free speech under 42 U.S.C. §1983, and defamation under the Due Process

1 Clause of the Fourteenth Amendment and Nevada state law. On
2 September 24, 2004, Defendants filed a counterclaim (#34) against
3 Plaintiff alleging breach of contract, fraud and unjust enrichment.
4 On April 18, 2005, Plaintiff filed a Motion (#48) for Summary
5 Judgment on Defendant's Counterclaim. On May 4, 2005, Defendants
6 filed an Opposition to Plaintiff's Motion for Summary Judgment and
7 a Counter-Motion for Summary Judgment (#54), and Plaintiff opposed
8 the motion (#70) and filed a response (#69) on August 22, 2005.
9 Defendant filed a reply (#87) on September 12, 2005.

10 The motions are ripe and we will now rule on them.

11 12 **II. Statement of Facts**

13 Plaintiff is an attorney and member of the Washington State
14 Bar who was hired by Defendant UCCSN as the Director of Affirmative
15 Action at the University of Nevada, Reno ("the University") in
16 1995.

17 Plaintiff received a complaint of sexual harassment from Dr.
18 Mary Lahren and investigated these charges, issuing a report
19 concerning her investigation in which she found that Dr. Lahren's
20 charges of sexual harassment had merit. The report was issued only
21 to President Lilley and was not disclosed to the public, Dr. Lahren
22 or the mediation committee.

23 On June 26, 2002, the University issued Plaintiff a "Notice of
24 Non-Reappointment" terminating Plaintiff's employment, pursuant to
25 the UCCSN Code, on June 30, 2003.¹ On July 22, 2002, Plaintiff

26
27 ¹The UCCSN Code required a 365 day notice for termination. UCCSN
28 Code § 5.9.

1 requested reasons for her non-reappointment and additional
2 information relating to her job performance. President Lilley
3 responded to Plaintiff's request as follows:

4 You have been issued a notice of non-reappointment as
5 the result of my loss of confidence in you, based on the
6 following:

- 7 1. failure to promote a service-oriented approach
8 in the Affirmative Action Office;
- 9 2. ineffective sexual harassment workshops;
- 10 3. inconsistent application of search documentation
11 procedures;
- 12 4. lack of cooperation with administration and
13 academic rules;
- 14 5. incomplete investigations, incomplete reporting
15 of investigations, failure to maintain
16 objectivity in investigations, and drawing
17 conclusions with insufficient evidence;
- 18 6. inappropriate denial of release of information
19 to administration; and
- 20 7. poor relationship with the campus and complaints
21 about, among other points, biased investigations
22 and search delays.

23 After having been given the reasons for her nonreappointment,
24 Plaintiff requested reconsideration. Such reconsideration was
25 granted but the decision by President Lilley did not change after
26 reconsideration.

27 On July 26, 2002, President Lilley reassigned Plaintiff from
28 her position as the Director of Affirmative Action to Special
Assistant to the Vice Provost. Her compensation and benefits did
not change, although Plaintiff was given different assignments and
was told that she was free to search for other employment beginning
in July 2003 elsewhere.

1 On January 7, 2003, Plaintiff's request to be placed on leave
2 was granted. On January 24, 2003, Plaintiff emailed Vice Provost
3 Ort asking to be placed on annual leave effective February 3, 2002.
4 Vice Provost Ort approved this leave. On March 14, 2003, Plaintiff
5 had exhausted all of her annual leave. On March 31, 2003, when
6 Plaintiff still had not returned to work, President Lilley wrote
7 Plaintiff informing her that she had exhausted her annual leave and
8 requesting that she inform the University of her intentions.
9 Plaintiff did not respond to President Lilley's request.

10 On May 12, 2003, at Vice Provost Ort's request, Plaintiff met
11 with her to discuss Plaintiff's employment status. At this time,
12 Plaintiff claimed that she was searching for employment without
13 much success. On May 22, 2003, Vice Provost Ort sent Plaintiff a
14 memorandum summarizing the meeting. Ms. Ort requested that
15 Plaintiff read the memo in detail and respond as soon as possible.
16 Although Plaintiff claims she read the memo, she did not respond.

17 Without informing the University, Plaintiff had applied for a
18 job with Washington State University on April 18, 2002, several
19 months before she obtained the Notice of Nonreappointment from the
20 University. Plaintiff interviewed for the position on September
21 22, 2002, and officially accepted the position at Washington State
22 University in December 2002. Plaintiff relocated to Washington
23 state in January 2003 and began working for Washington State
24 University full-time on January 13, 2003.

25 Plaintiff had not informed the University at any point that
26 she was dually employed full-time at another University in another
27 state. Even at her meeting with Vice Provost Ort, when asked
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1 whether she was pursuing employment opportunities and applying to
2 other jobs, Plaintiff did not disclose her dual employment status.

3 Plaintiff contested the timeliness of the Notice of Non-
4 Reappointment that had been mailed to her on June 26, 2002. For
5 this reason, the University reissued an additional Notice of Non-
6 Reappointment to Plaintiff on June 9, 2003, informing her that her
7 employment with the University would end June 30, 2004. The
8 reasons given in the second Notice of Non-Reappointment were the
9 same as the first.

10 Despite the fact that she had used all her annual leave for
11 the year and had been requested by the University to explain her
12 absence, Plaintiff continued to be a no-show at her job.

13 The University continued to pay Plaintiff as was required
14 under her employment contract and the UCCSN Code. When it became
15 clear that Plaintiff would not return to work, the University
16 instituted termination procedures against Plaintiff based on her
17 failure to return to work.

18 On June 19, 2003, Dr. Laden wrote to Plaintiff and informed
19 her that Dr. Laden had been appointed as Administrative Officer to
20 conduct her termination proceedings under the Code's disciplinary
21 procedures. Dr. Laden informed Plaintiff she was being terminated
22 for having violated Section 6.2.1 for unauthorized absence from
23 duty or absence of leave privileges because Plaintiff had exhausted
24 her annual leave on March 14, 2003, and had continued to be absent
25 from her employment without submitting any medical leave forms.
26 Plaintiff contacted Dr. Laden and informed her that Plaintiff had
27 asked her medical provider to send a letter after the May 12

1 meeting with Vice Provost Ort. In addition, Plaintiff complained
2 to Dr. Laden that it was hard to be on campus without meaningful
3 work and that she believed the termination proceedings being
4 conducted by Dr. Laden were being instituted in retaliation for the
5 complaint that she filed with the Nevada Equal Rights Commission
6 (NERC) and the Equal Employment Opportunity Commission (EEOC).

7 On July 14, 2003, Vice Provost Ort contacted Plaintiff
8 informing her that the University had yet to receive a complaint
9 filed by Plaintiff with NERC or the EEOC. Vice Provost Ort also
10 informed Plaintiff that a letter had been received from Plaintiff's
11 medical provider and that the letter did not provide any reason to
12 excuse Plaintiff from performing her job in the past or in the
13 future.

14 Plaintiff was contacted by Dr. Laden on July 26, 2003, to try
15 and set up a convenient time to get together and discuss peremptory
16 challenges of committee members for the termination proceedings.
17 Plaintiff told Dr. Laden that she did not think it fair to
18 institute proceedings while she had an active EEOC complaint.

19 Vice Provost Ort received Plaintiff's EEOC complaint on July
20 21, 2003.

21 On July 30, 2003, after several attempts by Dr. Laden to
22 contact Plaintiff and get together with her to discuss the
23 termination proceedings, Plaintiff emailed Dr. Laden stating that
24 she not longer wished to participate in the termination proceedings
25 and that she considered her employment with the University
26 terminated. When Dr. Laden replied to her email asking whether
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1 this should be considered her letter of resignation, Plaintiff did
2 not respond.

3 As of August 1, 2003, Plaintiff had been working for WSU for
4 approximately seven (7) months. During that period, her paychecks
5 were being deposited by the University directly into her checking
6 account. Plaintiff never informed the University, even after
7 Plaintiff notified Dr. Laden that she considered her employment
8 terminated, that the University no longer had an obligation to
9 deposit funds into her account.

10 On August 12, 2003, Plaintiff was informed by Dr. Laden that
11 her termination hearing was scheduled for September 5, 2003.
12 Plaintiff did not respond.

13 On September 5, 2003, Dr. Laden recounted to Plaintiff in a
14 letter the result of the termination hearing against Plaintiff.
15 The committee had ruled that Plaintiff had violated her contractual
16 obligations by being absent from duty for longer than authorized
17 without a viable excuse. She was ordered to pay restitution to the
18 University in the amount of \$41,402.94. She was terminated as of
19 August 31, 2003. The termination determination was then sent to
20 President Lilley under the UCCSN Code. The President has final
21 determination of whether to terminate employees after the employee
22 has gone through the termination proceedings.

23 On September 15, 2003, President Lilley wrote to Plaintiff
24 informing her that he agreed with the committee's determination,
25 that she had misrepresented her employment status, and that she did
26 so in order to continue to receive paychecks from the University
27 despite her refusal to work and her employment at Washington State
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1 University. President Lilley terminated her employment on
2 September 15, 2003, and ordered her to pay restitution.

3 On October 19, 2003, Plaintiff wrote President Lilley
4 enclosing a check made for \$10,458.33. She informed President
5 Lilley that the sum represented the amount erroneously paid to her
6 during the previous year. She wrote that payment meant that she
7 would consider the matter closed.

8 On November 21, 2003, President Lilley wrote Plaintiff
9 informing her that, although he did not agree with her position,
10 the University would be willing to accept her payment of \$10,458.33
11 for resolution of the matter in exchange for her signature on a
12 mutual release of all claims.

13 On November 20, 2003, Plaintiff wrote President Lilley asking
14 him to deposit the check earlier than December 1, 2003, because her
15 accounts would close after that time.² She did not enclose the
16 release.

17 President Lilley then sent her a letter in response, returning
18 the check she had previously sent him, and requesting that she
19 issue a new check as well as sign the release of all claims.
20

21 **II. Discussion**

22 **A. Summary Judgment Standard**

23 Summary judgment allows courts to avoid unnecessary
24 trials where no material factual dispute exists. Northwest
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26 ²Plaintiff's account was actually closed on December 9, 2003,
27 even though she informed President Lilley that it would be closed on
28 December 1, 2003.

1 Motorcycle Ass'n v. U.S. Department of Agriculture, 18 F.3d 1468,
2 1471 (9th Cir. 1994). The court must view the evidence and the
3 inferences arising therefrom in the light most favorable to the
4 nonmoving party, Bagdadi v. Nazar, 84 F.3d 1194, 1197 (9th Cir.
5 1996), and should award summary judgment where no genuine issues of
6 material fact remain in dispute and the moving party is entitled to
7 judgment as a matter of law. Fed. R. Civ. P. 56(c). Judgment as a
8 matter of law is appropriate where there is no legally sufficient
9 evidentiary basis for a reasonable jury to find for the nonmoving
10 party. Fed. R. Civ. P. 50(a). Where reasonable minds could differ
11 on the material facts at issue, however, summary judgment should
12 not be granted. Warren v. City of Carlsbad, 58 F.3d 439, 441 (9th
13 Cir. 1995), cert. denied, 116 S.Ct. 1261 (1996).

14 The moving party bears the burden of informing the court
15 of the basis for its motion, together with evidence demonstrating
16 the absence of any genuine issue of material fact. Celotex Corp.
17 v. Catrett, 477 U.S. 317, 323 (1986). Once the moving party has
18 met its burden, the party opposing the motion may not rest upon
19 mere allegations or denials in the pleadings, but must set forth
20 specific facts showing that there exists a genuine issue for trial.
21 Anderson v. Liberty Lobby, Inc., 477 U.S. 242, 248 (1986).
22 Although the parties may submit evidence in an inadmissible form--
23 namely, depositions, admissions, interrogatory answers, and
24 affidavits--only evidence which might be admissible at trial may be
25 considered by a trial court in ruling on a motion for summary
26 judgment. Fed. R. Civ. P. 56©; Beyene v. Coleman Security
27 Services, Inc., 854 F.2d 1179, 1181 (9th Cir. 1988).

1 In deciding whether to grant summary judgment, a court must
2 take three necessary steps: (1) it must determine whether a fact is
3 material; (2) it must determine whether there exists a genuine
4 issue for the trier of fact, as determined by the documents
5 submitted to the court; and (3) it must consider that evidence in
6 light of the appropriate standard of proof. Anderson, 477 U.S. at
7 248. Summary Judgement is not proper if material factual issues
8 exist for trial. B.C. v. Plumas Unified Sch. Dist., 192 F.3d 1260,
9 1264 (9th Cir. 1999). "As to materiality, only disputes over facts
10 that might affect the outcome of the suit under the governing law
11 will properly preclude the entry of summary judgment." Anderson,
12 477 U.S. at 248. Disputes over irrelevant or unnecessary facts
13 should not be considered. Id. Where there is a complete failure
14 of proof on an essential element of the nonmoving party's case, all
15 other facts become immaterial, and the moving party is entitled to
16 judgment as a matter of law. Celotex, 477 U.S. at 323. Summary
17 judgment is not a disfavored procedural shortcut, but rather an
18 integral part of the federal rules as a whole. Id.

19
20 **B. Title VII Claim**

21 Plaintiff's first claim is that Defendants retaliated against
22 her for aiding in the sexual harassment proceedings instituted by
23 Dr. Mary Lahren in 2001. Plaintiff claims that she was issued a
24 Notice of Non-Reappointment "at least in part by her issuance of
25 the report and a finding which was adverse to the position of the
26 Defendant vis-a-vis Dr. Lahren."

1 In order to prevail on an action for retaliation under Title
2 VII, Plaintiff must make out a prima facie case of retaliation
3 establishing (1) she undertook a protected activity, (2) her
4 employer subjected her to an adverse employment action; and (3)
5 there is a causal link between those two events. Okwuosa v.
6 Employment Dev. Dep't (EDD), 2005 U.S. App. LEXIS 15006, at *9 (9th
7 Cir. 2005).

8 Title VII prohibits "discrimination for making charges,
9 testifying, assisting, or participating in enforcement
10 proceedings." 42 U.S.C. 2000e-3. Title VII, as interpreted by the
11 courts, prohibits two forms of retaliation: opposition and
12 participation. Opposition retaliation occurs when an employee
13 suffers an adverse employment action because the employee opposes a
14 practice of the employer that is unlawful under Title VII. Soto v.
15 John Morrell & Co., 285 F. Supp. 2d 1146, 1175 (N.D. Iowa 2003).
16 Participation retaliation occurs when an individual is treated
17 adversely for making a charge, testifying, assisting or
18 participating in any manner in an investigation, proceeding or
19 hearing under Title VII. Coleman v. Wayne State Univ., 664 F.
20 Supp. 1082, 1087 (E.D. Mich. 1987). Here, Plaintiff complains of
21 participation retaliation because she was involved in the sexual
22 harassment claim of Lahren. See Clark v. Alabama, 2005 U.S. App.
23 LEXIS 10276, at *17 (6th Cir. 2005) (holding that plaintiff
24 established a prima facie case of retaliation by demonstrating a
25 causal connection between her testifying on behalf of another
26 employee and her termination); Miceli v. United States DOT, 83 Fed.
27 Appx. 697, 700 (6th Cir. 2003) (holding that testifying and
28

1 participating in a co-worker's case for sexual harassment was
2 protected activity).

3 Plaintiff has demonstrated that she undertook a protected
4 activity (participation in the Lahren sexual harassment claim) and
5 that she was subject to adverse employment action in obtaining a
6 Notice of Non-Reappointment.

7 The Ninth Circuit has recently noted that: "It is important to
8 emphasize that it is causation, not temporal proximity itself that
9 is an element of plaintiff's prima facie case, and temporal
10 proximity merely provides an evidentiary basis from which an
11 inference can be drawn." Kachmar v. SunGard Data Sys., 109 F.3d
12 173, 178 (9th Cir. 1997). Here, Plaintiff has demonstrated that
13 there was temporal proximity of six weeks between the issuance of
14 the report on Dr. Lahren and the adverse action of nonreappointment
15 and demotion. Therefore, Plaintiff established a prima facie case
16 of retaliation.

17 If Plaintiff provides sufficient evidence to show a prima
18 facie case of retaliation, the burden then shifts to Defendants to
19 articulate a legitimate non-retaliatory reason for its actions.
20 Ray v. Henderson, 217 F.3d 1234, 1240 (9th Cir. 2000).

21 Here, Defendants offer the reasons of inadequate performance
22 by Plaintiff as set forth by President Lilley in his Notice of Non-
23 Reappointment. Defendants' reasons are legitimate and non-
24 retaliatory, supported by evidence that President Lilley was
25 dissatisfied with the sexual harassment programs and the way in
26 which Plaintiff had conducted the entire Affirmative Action
27 Program. Defendants argue that it was the way Plaintiff *conducted*

1 the Lahren investigation and not the content of the report that she
2 issued that was the source of the University's dissatisfaction.

3 Since the Defendants have met their burden and have presented
4 legitimate, non-retaliatory reasons for the Notice of
5 Nonreappointment, the burden of production shifts back to Plaintiff
6 to show that the proffered reasons are pretextual. Steiner v.
7 Showboat Operating Co., 25 F.3d 1459, 1464 (9th Cir. 1994). To
8 avoid summary judgment, Plaintiff must offer "specific and
9 significantly probative" evidence that the employer's explanation
10 for its action is a pretext for discrimination. Schuler v.
11 Chronicle Broadcasting Co., Inc., 793 F.2d 1010, 1011 (9th Cir.
12 1986).

13 Plaintiff has demonstrated that there is an issue of material
14 fact as to whether Defendants' reasons are indeed legitimate and
15 non-discriminatory. In particular, Plaintiff points to the fact
16 that Defendants admit that the Lahren investigation was indeed a
17 factor in Plaintiff's termination.

18 Defendant's motion for summary judgment as to Plaintiff's
19 claim of Title VII retaliation will be denied.

20
21 **C. First Amendment Retaliation**

22 Plaintiff claims that she was discharged because of her
23 adverse report in the Lahren case and that this constituted a
24 violation of her constitutional right to free speech under the
25 First Amendment. Plaintiff claims that she was retaliated against
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1 for exercising her right to free speech and that Defendants are
2 liable under 42 U.S.C. § 1983 for having discharged her.³

3 As the Supreme Court has recently held, a government employee
4 does not "relinquish all First Amendment rights otherwise enjoyed
5 by citizens just by reason of his or her employment." City of San
6 Diego, Cal. v. Roe, 543 U.S. 77, 524 (2004) (citing Keyishian v.
7 Board of Regents of Univ. of State of N.Y., 385 U.S. 589 (1967)).
8 However, governmental employers do retain the right to impose
9 certain restrictions on their employees—such restraints that might
10 be unconstitutional if applied to the public. Id. There are two
11 lines of cases that have emerged when government employers have
12 created policies restricting the speech of employees. Employees
13 have been given the right to speak on matters of public concern as
14 they are uniquely qualified to discuss such topics. Connick v.
15 Myers, 461 U.S. 138 (1983); Pickering v. Board of Educ. of Township
16 High School Dist. 205, Will Cty., 391 U.S. 563 (1968). Second,
17 employees are given First Amendment protection for speaking or
18 writing on their own time on topics unrelated to their employment.
19 United States v. Treasury Employees, 513 U.S. 454, 465 (1995).

20 Thus, to establish a prima facie case of First Amendment
21 retaliation, a government employee must establish that (1) she
22

23 ³Defendants first argue that Plaintiff cannot bring this action
24 under Section 1983 and also Title VII because other courts (one within
25 this circuit and others outside) have held that Section 1983 claims
26 could not be pursued on the same discriminatory and retaliatory acts.
27 Friday v. City of Portland, 2005 WL 189717, at *6 (D. Or.
28 2005) (internal citations omitted). However, Defendants overlook the
fact that these cases dealt with whether Section 1983 relief could be
claimed on account of violation of the Equal Protection Clause and not
the First Amendment.

1 engaged in expressive conduct that addressed a matter of public
2 concern or was unrelated to her employment; (2) the government
3 officials took an adverse action against her; and (3) her
4 expressive conduct was a substantial motivating factor for the
5 adverse action. Alpha Energy Savers, Inc. v. Hansen, 381 F.3d 917,
6 923 (9th Cir. 2004) (citing Roe v. City of San Diego, 356 F.3d 1108,
7 1112 (9th Cir. 2004)).

8 Here, we find that Plaintiff's investigatory report was not a
9 matter of public concern as it was confidential and only handed to
10 the President and General Counsel and, as a matter that she was
11 instructed to pursue, it was not a matter unrelated to her
12 employment.⁴ Plaintiff's speech was private and kept between her

13
14 ⁴The Ninth Circuit has held that while sexual harassment in
15 general is a matter of public concern, personal employment disputes
16 do not attain the status of public concern simply "because [its]
17 subject matter could, in different circumstances, have been the topic
18 of a communication to the public that might be of general interest."
19 Connick v. Myers, 461 U.S. 138, 148 n.8 (1983). Yatvin v. Madison
20 Metro Sch. Dist., 840 F.2d 412, 419-20 (7th Cir. 1988) (in general "sex
21 discrimination is a matter of public concern." but a particular sex
22 discrimination claim was not a matter of public concern in "absence
23 of any attempt to distinguish the case from the run-of-the-mine
24 single-plaintiff discrimination case."); Doherty v. Portland
25 Community College, 2000 U.S. Dist. LEXIS 17595, at *17-18 (D. Or.
26 2000) (First Amendment does not protect every complaint of
27 discrimination by an employee about the workplace of a public
28 employer."); Fischer v. City of Portland, 2003 U.S. Dist. LEXIS 25613,
at *15 ("Plaintiff's complaints to management about alleged sexual
harassment and a hostile work environment are insufficient in and of
themselves to constitute protected speech for purposes of the First
Amendment."). While Plaintiff would have been allowed to make general
statements about sexual harassment and the sexual harassment policies
and practices of the University to the public without interference
from Defendants, details of the personal complaints that were filed
against the University are not a matter of public concern. Bennett
v. Washington County, 2000 U.S. App. LEXIS 5229, at *3 (9th Cir.
2000) ("Because [plaintiff's complaint] merely addresses her personal
grievance with [defendant] and not County harassment policies in
general, it is not protected speech."). In addition, Plaintiff's
report was confidential and to be distributed to only select members

1 employer and her and was not disclosed to any outside parties.
2 Because Plaintiff's speech falls into neither of the categories
3 which are protected by the First Amendment, summary judgment for
4 the Defendant will be granted as to Plaintiff's First Amendment
5 claims.

6
7 **D. Defamation**

8 Plaintiff's final claim is for defamation.⁵

9 With respect to Plaintiff's constitutional defamation claim,
10 the Supreme Court has held that "injury to reputation alone is not
11 sufficient to establish a deprivation of a liberty interest
12 protected by the Constitution." Ulrich v. City & County of San
13 Francisco, 308 F.3d 968, 982 (9th Cir. 2002) (citing Paul v. Davis,
14 424 U.S. 693, 701, 711 (1976)). The stigma-plus test announced by
15 the Supreme Court in Paul requires that Plaintiff show the public
16 disclosure of a stigmatizing statement by the government, the
17 accuracy of which is contested, *plus* the denial of "some more
18 tangible interest[] such as employment" or the alteration of a
19 right or status recognized in state law. Paul, 424 U.S. at 701,
20 711.

21 Here, Plaintiff has failed to prove that there was "public
22 disclosure" of the claims associated with her discharge. As the
23 Ninth Circuit held in Wenger v. Monroe, disclosures made to other

24 _____
25 of the University. This further emphasizes the non-public nature of
her speech.

26 ⁵Plaintiff provides two bases for her defamation claim: "stigma
27 plus" defamation and defamation under Nevada state law. We will
consider each in turn.

1 branches of the employer and not to the public are not "public
2 disclosure." 282 F.3d 1068, 1075 (9th Cir. 2002). Here, Plaintiff
3 has not proved that false statements were made to the public and
4 can only prove that notice of her nonreappointment was made to the
5 President's Cabinet. Therefore, Plaintiff's claim of "stigma plus"
6 defamation by Defendants must be dismissed and Defendants' motion
7 for summary judgement on Plaintiff's claim for stigma plus
8 defamation will be granted.

9 The Ninth Circuit has held that absent an allegation of
10 "stigma plus", Plaintiff's only remedy is state defamation.

11 Under Nevada state law, a defamation claim requires
12 demonstrating "(1) a false and defamatory statement of fact by the
13 defendant concerning the plaintiff; (2) an unprivileged publication
14 to a third person; (3) fault, amounting to at least negligence; and
15 (4) actual or presumed damages." Pope v. Motel 6, 114 P.3d 277,
16 282 (2005).

17 Plaintiff claims that Defendants made defamatory statements
18 when it began termination proceedings against her including
19 references to fraud, theft, and misuse of accrued leave.

20 Plaintiff has failed to prove how such statements were false.
21 Defendants have proved (as will be discussed later) that Plaintiff
22 committed fraud on the University, was unjustly paid for seven
23 months and breached her contract with the University by taking
24 leave when she had used up all the annual leave she had left.
25 Defendants terminated her for these reasons. Plaintiff later
26 admitted to Dr. Laden that she considered her employment with the
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1 University terminated. Therefore, Defendants' motion for summary
2 judgment as to defamation under Nevada state law will be granted.

3
4 **E. Counterclaim: Breach of Contract**

5 Plaintiff Dougherty has moved for summary judgment on
6 Defendants' counterclaim for breach of contract stating that there
7 is no issue of material fact. Defendants have moved for cross
8 summary judgment on the same claims. We are persuaded that there
9 is no issue of material fact as to whether Plaintiff committed
10 breach of contract, fraud and unjust enrichment and therefore rule
11 in favor of Defendants on their motion for summary judgment.

12 Plaintiff Dougherty first argues that there can be no breach
13 of contract because she failed to sign the contract for the 2002-
14 2003 term because the President had not signed the contract and all
15 contracts unsigned by the President are treated as instruments of
16 negotiations under the UCCSN Code.⁶

17 Section 5.3 of the UCCSN Code does provide that "No employment
18 contract is valid without the president's signature and a contract
19 form which has not been signed by the president is considered an
20 instrument of negotiation and is not a binding contract or offer."
21 However, the contract for the term 2002-2003 which is the subject
22 of the breach of contract claim was signed by President Lilley.⁷

23
24 _____
25 ⁶We note that Plaintiff does not cite the actual Code section
26 which justifies this proposition but merely relies on her own
27 deposition for this allegation.

28 ⁷Indeed, above the President's signature is the following phrase:
"Accepted on behalf of the University and Community College System of
Nevada thereby making this document a contract."

1 The 2002-2003 contract was sent to Plaintiff with the
2 following statement: "Because you have not signed the Terms of
3 Employment document, [Vice Provost Ort has] submitted the document
4 directly to Personnel. The attached Terms of Employment document
5 for 2002-2003 is in effect."

6 Under contract law, the validity of a contract is not
7 dependent upon signature of the parties unless signatures are made
8 condition to the agreement, although some form of assent to the
9 terms of the contract is necessary and may be expressed by acts
10 manifesting acceptance. International Creative Management, Inc. v.
11 D&R Ent't Co.Inc., 670 N.E. 2d 1305, 1312 (Ind. 1996). Indeed, "if
12 the offeror does not prescribe any specific form of acceptance [to
13 an offer], acceptance may be inferred from acts of the offeree as
14 well as from his or her words." 17A Am. Jur. 2d *Contracts* § 96.
15 Here, Plaintiff did not object to the memo sent to her by Vice
16 Provost Ort and Plaintiff accepted payroll payments deposited into
17 her account beginning in 2002. Such acceptance of payment can be
18 deemed assent to the terms of the contract given to her. In
19 addition, in her deposition, Plaintiff claimed that the contract of
20 2002-2003 was "a valid contract."

21 Plaintiff then argues that she was on leave during the time
22 that she was supposed to return to work and that she would have
23 reported to work once she was provided a job description.

24 Plaintiff was provided a job description with the reasons for
25 Notice of Non-Reappointment delivered to her on July 26, 2002. Her
26 duties were clearly outlined and she was told to report to Vice
27 Provost Ort for a further description of her duties. Despite
28

1 having had notice of her duties in this letter written by President
2 Lilley, Plaintiff claims that she would only return to work once
3 given a job description. In effect, Plaintiff claims that a
4 description of her job duties was a condition precedent to her
5 performance of returning to work. Williston on Contracts, §43.15
6 ("Where there has been a material failure of performance by one
7 party to a contract, so that a condition precedent to the duty of
8 the other party's performance has not occurred, the latter party
9 has the choice to continue to perform under the contract or cease
10 to perform, and conduct indicating an intention to continue the
11 contract in effect will constitute a conclusive election, in effect
12 waiving the right to assert that the breach discharged any
13 obligation to perform.")

14 On the issue of whether the failure to give a description of
15 the job would have excused Plaintiff's performance, we find that
16 Plaintiff's performance was not excused.

17 First, Plaintiff was given a copy of her job description on
18 July 26, 2002. Second, failure to give a job description is not a
19 material failure of performance-Plaintiff could have gotten
20 information about the job by showing up to work for Vice Provost
21 Ort. Third, Plaintiff continued to accept payroll checks in her
22 bank account during that time showing that the contract had
23 continued and thus waived a right to claim breach or failure to
24 perform.

25 Whether Plaintiff was on leave and this excused her showing up
26 to her job is also an unavailing argument with respect to whether
27 Plaintiff breached the contract. Plaintiff had exhausted her leave
28

1 on March 14, 2003, and was asked to return to work or provide the
2 University with her status. Despite these requests, Plaintiff
3 remained out of the office and did not report to work. Reporting
4 to work on May 12, 2003, for one meeting does not excuse the fact
5 that Plaintiff had not reported to work in the months before and
6 would not return to work in the months after.

7 Plaintiff's contract required that she work full-time for the
8 University. Plaintiff breached this contract by not reporting to
9 work after her annual leave was exhausted. Therefore, Defendants'
10 motion for summary judgement as to the counterclaim for breach of
11 contract will be granted.

12
13 **F. Counterclaim: Breach of Implied Contract**

14 Plaintiff claims that because she did not sign her
15 employment contract there was no contract for the term of 2003-2004
16 (employment beginning July 1, 2003-June 30, 2004) and therefore
17 that she would not be liable for breach of implied contract for
18 this time period.

19 However, as stated above, a contract may be valid without a
20 party's signature if the contract does not require signature as
21 condition precedent and if the party assents in a different manner
22 to the contract. International Creative Management, 670 N.E. 2d at
23 1312. Here, Plaintiff's acceptance of payroll checks into her bank
24 account can be seen as assent to the terms of the contract and thus
25 creates an implied contract with the terms sent to her by the
26 University.

1 As above, we find that Plaintiff breached this contract by
2 refusing to show up to work and by continuing to insist that she
3 was on valid annual leave time while she was employed with another
4 university in another state.

5
6 **G. Counterclaim: Intentional Misrepresentation**

7 Plaintiff claims that she cannot be held liable for
8 intentional misrepresentation because she was never asked by the
9 University if she was working elsewhere. She claims that she was
10 under no exclusivity agreement and, thus, there was no obligation
11 to disclose such secondary employment. She claims that on July
12 30th, 2003, she considered herself terminated and up until that time
13 had been using leave time to perform her second job in Washington.

14 Under Nevada law, which Plaintiff makes no citation to, in
15 order to allege a claim of misrepresentation, the pleading party
16 must show: (1) a false representation made by Plaintiff; (2)
17 Plaintiff's knowledge or belief that the representation was false
18 or that Plaintiff has an insufficient basis of information for
19 making the representation; (3) Plaintiff intended to induce
20 Defendants to act or refrain from acting upon the
21 misrepresentation; and (4) damage to the Defendants as a result of
22 relying on the misrepresentation. Barmettler v. Reno Air, Inc.,
23 114 Nev. 441, 447, 956 P.2d 1382 (1998) (citing Bulbman, Inc. v.
24 Nevada Bell, 108 Nev. 105, 110-11, 825 P.2d 588, 592 (1992); Lubbe
25 v. Barba, 91 Nev. 596, 599, 540 P.2d 115, 117 (1975)).

26 Here, there exists no issue of material fact as to whether
27 Plaintiff intentionally misrepresented her employment status to the
28

1 University and Defendant's counter-motion for summary judgment will
2 be granted.

3 As to the first and second element, Plaintiff accepted the job
4 with Washington State University in December 2002. Subsequent to
5 this time, Plaintiff failed to respond to requests by the
6 University that she update it on her employment status given that
7 she had been absent from the University since January 2003.
8 Plaintiff's insistence that she be given leave time while she
9 performed another job in another state was a misrepresentation to
10 the University. When told that she had not justified her leave
11 time, Plaintiff asked the University to consult her physician's
12 letter which would justify her absence from work. The physician's
13 letter did not justify this absence. Plaintiff's continued
14 insistence that she was justified in taking leave time while she
15 knew that she was performing another job full-time in another state
16 constitutes a false representation.

17 In addition, in her May 12, 2003 meeting with Vice Provost
18 Ort, Plaintiff's response to how her job search was going was that
19 she had "looked into" a couple of things. This was a false
20 representation - Plaintiff had obtained employment elsewhere at
21 another university at the time she made the statement.

22 Plaintiff's claim that she was not under an exclusive contract
23 with the University is unavailing. She was still under a duty to
24 show up to work every day regardless of whether she held employment
25 elsewhere.

1 As to the third element, there is sufficient evidence that
2 Plaintiff made these representations in order to get the University
3 to delay termination procedures against her.

4 As a result of her misrepresentations, the University
5 continued to pay Plaintiff and attempted to work with Plaintiff
6 allowing her time to provide the correct leave paperwork from her
7 doctor. Thus, Defendants incurred damages as a result of
8 Plaintiff's behavior.

9 Thus, Defendant's counter-motion for summary judgment will be
10 granted.

11 **H. Counterclaim: Concealment**

12 Under Nevada law, the elements of fraudulent concealment are:
13 (1) Plaintiff must have concealed or suppressed a material fact;
14 (2) Plaintiff was under a duty to disclose the fact to Defendants;
15 (3) Plaintiff must have intentionally concealed or suppressed the
16 fact with intent to defraud the Defendants, that is, she must have
17 suppressed the fact for the purpose of inducing the Defendants to
18 act differently than they would if they knew the fact; (4)
19 Defendants must have been unaware of the fact and would not have
20 acted as they did if they had known of the suppressed fact; and (5)
21 as a result of the suppression of the fact, the Defendants must
22 have sustained damages. Nevada Power Co. V. Monsanto Co., 891 F.
23 Supp. 1406, 1415 (1996).

24 Here, Defendants have proved the first element of the
25 counterclaim: that Plaintiff suppressed the material fact of her
26 employment with Washington State University. With knowledge of
27

1 this fact, Defendants would not have continued to try and
2 accommodate Plaintiff and would have immediately commenced
3 termination procedures and stopped paying her through direct
4 deposit.

5 However, Defendants have failed to prove that Plaintiff was
6 under a duty to disclose this information. It has been held that
7 "[a]bsent such a [special] relationship, no duty to disclose
8 arises, and as a result, no liability for fraudulent concealment
9 attaches to the nondisclosing party." Dow Chem. Co. V. Mahlum, 114
10 Nev. 1468, 1487 (1998) (reversed on other grounds). A special
11 relationship that gives rise to a duty to disclose might arise when
12 one party reasonably imparts special confidence in the other party
13 and the other party has a reason to know of this confidence.
14 Mackintosh v. Jack Matthews & Co., 109 Nev. 628, 634-35 (1993).
15 Superior knowledge imposes a duty to speak in certain transactions
16 in order to put both parties on equal footing. Id. The duty to
17 speak does not necessarily depend on the existence of a fiduciary
18 relationship although a fiduciary duty does give rise to a duty to
19 disclose. Foley v. Morse & Mowbray, 109 Nev. 116, 125-26 (1993).⁸

20 Here in the absence of a special relationship under the law of
21 Nevada, we find that summary judgment should be granted on
22

23 ⁸Although we note that under Nevada law, an employee has a duty
24 of loyalty to her employer, this duty of loyalty extends to situations
25 of competing with the interests of the employer to the detriment of
26 the employer's business. White Cap Indus., Inc. v. Ruppert, 67 P.3d
27 318, 319-20 (2003). Since there is no such charge here of competing
28 with business interests on the part of Plaintiff, the basis for a
"special relationship" which could give rise to a duty to disclose is
not apparent and therefore we find that a "duty to disclose" did not
exist on this basis.

1 Defendants' counterclaim for concealment. Plaintiff's motion for
2 summary judgment on Defendants' counterclaim for concealment will
3 be granted.

4 **I. Unjust Enrichment**

5 Under Nevada state law, "unjust enrichment occurs whenever a
6 person has and retains a benefit which in equity and good
7 conscience belongs to another." Mainor v. Nault, 101 P.3d 308, 317
8 (2004) (citing Coury v. Robinson, 115 Nev. 84, 90, 976 P.2d 518
9 (1999) (internal citations omitted)). Unjust enrichment is the
10 unjust retention of a benefit to the loss of another. Nevada
11 Industrial Dev. V. Benedetti, 103 Nev. 360, 363 n.2, 741 P.2d 802,
12 804 n.2 (1987).

13 Here, allowing Plaintiff to keep the salary that she had
14 received through defrauding Defendants as to her employment status
15 would result in unjust enrichment since Plaintiff would unjustly
16 retain salary that she did not work for. Therefore, Defendants'
17 motion for summary judgment as to unjust enrichment will be
18 granted.

19
20 **IT IS HEREBY ORDERED** that Plaintiff's Motion (#48) for Summary
21 Judgment on Defendants' Counterclaims is **DENIED**, except as to
22 Defendants' counterclaim for concealment for which summary judgment
23 is **GRANTED**.

24
25 **IT IS FURTHER ORDERED** that Defendants' Motion for Summary Judgment
26 (#54) on Defendants' Counterclaims is **GRANTED** as to the claims for
27 breach of contract, breach of implied contract, intentional
28

1 misrepresentation, and unjust enrichment and is **DENIED** as to the
2 claim for concealment.

3
4 **IT IS FURTHER ORDERED** that Defendants' Motion for Summary Judgment
5 (#54) is **GRANTED** as to Plaintiff's claims for First Amendment
6 retaliation and federal and state claims for defamation.

7
8 **IT IS FURTHER ORDERED** that Defendants' Motion for Summary Judgment
9 (#54) on Plaintiff's Title VII Retaliation claim is **DENIED**.

10 This 22nd day of December, 2005.

11
12 
13 UNITED STATES DISTRICT JUDGE